PAUL V. STORM

D. SCOTT HEMINGWAY

STORM HEMINGWAY

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STORM & HEMINGWAY

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April 5, 2004

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VIA FACSIMILE (713) 877-1145

Expanse Networks, Inc. v. Catalina Marketing Corp.

Civil Action No. 02-CV-2857 in the Eastern District of Pennsylvania Our Ref. No. CATA 02815 LPAT

Dear Ed:

In response to Plaintiff's letter to Court on Friday, in addition to the terms designated in our letter to you on April 2, Defendant designates the following additional claim terms as needing construction by Plaintiff. Additionally, for both patents, to the extent you construe terms repeated in subsequent claims differently than in prior claims, please provide your construction for each instance. Please let us know immediately if Plaintiff objects to providing this additional information on the timetable ordered by the Court.

U.S. No. 6,216,129

Claim 1

"advertisement profile";

"consumer profile";

"correlation factor";

Claim 17

"multiple transaction of the consumer"

"multiple points of sale"

Claim 22

"computer system"

"storage medium"

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Claim 30

U.S. No. 6,298,348

Claim 17

Claim 21

[&]quot;means for receiving the advertisement profile"

[&]quot;means for retrieving the consumer profile"

[&]quot;multiple point of sale transactions"

[&]quot;detailed purchase records used to generate"

[&]quot;means for calculating a correlation factor between"

[&]quot;means for selecting ... responsive to said calculating a correlation factor."

[&]quot;generated from multiple transactions of the consumer"

[&]quot;specific characteristics"

[&]quot;source code segment for retrieving the advertisement profile"

[&]quot;source code segment for retrieving the consumer profile"

[&]quot;source code segment for calculating a correlation factor between"

[&]quot;source code segment for selecting ... responsive to said calculating a correlation factor"

[&]quot;transactions performed by the consumer at multiple locations"

[&]quot;detailed transaction records"

[&]quot;inventory of the recorded transactions"

[&]quot;set of heuristic rules associated with transactions within the detailed transaction records"

[&]quot;means for retrieving the detailed purchase records"

[&]quot;means for retrieving product characterization information"

[&]quot;means for generating a profile of the consumer"

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Claim 29

"source code segment for retrieving the detailed transaction records"

Sincerely,

Paul V. Storm

Paul V. Hom

cc: Edward W. Goldstein, Esq. Steven M. Coren, Esq. Justin Summer, Esq. Camille Miller, Esq. Via Facsimile Via Facsimile Via Electronic Mail Via Electronic Mail

[&]quot;source code segment for retrieving a set of heuristic rules"

[&]quot;source code segment for generating a profile of the consumer based on the detailed transaction records and the set of heuristic rules."